

GOVERNMENT OF ANDHRA PRADESH <u>ABSTRACT</u>

AH, DD & F Department – Payment of pensionary benefits to the pensioners of Andhra Pradesh Meat and Poultry Development Corporation Ltd., including dearness relief from time to time, on par with all other Government pensioners i.e. from 1-7-2001 to till date and revised pension and for payment of pension directly from the treasury- Orders – Issued.

ANIMAL HUSBANDRY, DAIRY DEVELOPMENT AND FISHERIES (AH-II) DEPARTMENT

G.O. Ms.No.43

Date: 20-07-2012

Read the following:-

- 1. G.O. Ms.No.795, F & RD (AH-II) Department, dated 26-10-1977.
- 2. G.O. Ms.No.400, F & RD Department, dated 2-6-1978.
- 3. G.O. Ms. No. 116, AHDD&F (Dy-II) Department, dated 16-06-1993.
- 4. G.O. MS. No.26, AHDD&F (Dy-I) Department, dated 15-03-1997.
- 5. Representation from A.P. State Meat & Poultry Development Corporation Pensioners Association, dated 18-6-2009
- 6. G.O. Ms. No.42, AHDD&F (AH-III) Department, dated 15-06-2010.
- 7. From the Managing Director, A.P.Sheep & Goat Development Cooperative Federation Limited Lr.No. 783/B/2010, dated 4-8-2010.
- 8. Government Letter No. 4725/AH-II(1)/2009, dated 15-06-2011.
- 9. From the Managing Director, A.P.Sheep & Goat Development Cooperative Federation Limited Lr.No. 783/B/2010, dated 14-10-2011.

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ORDER:

In the Government order first read above, orders were issued setting up the "Andhra Pradesh State Meat and Poultry Development Corporation Limited", under companies Act, with effect from 1-11-1977. Consequent to the formation of Corporation, all poultry farms and institutions and research and extension stations were transferred from the control of State Animal Husbandry Department to the management of Andhra Pradesh State Meat and Poultry Corporation with effect from 1-11-1977. It was also ordered that, the personnel (including the petitioners) working in the institutions shall be transferred to the Corporation, on deputation basis, without deputation allowance and they shall be given option to be absorbed in the Corporation with effect from 1-11-1977 and continue to have the same service conditions which they were entitled under the Government.

- 2. In the G.O. 2nd read above, the services of officers and staff mentioned therein who have exercised their option to remain in the corporation service are absorbed in the A.P. State Meat and Poultry Development Corporation Limited from 1-4-1978 and they ceased to be employees of Government. However, the service rendered in Government including temporary service in Government and Corporation shall be eligible for pensionary benifits.
- 3. In the G.O. 3rd read above, the Government ordered that the liability of the Government on the transferred employees to the corporation shall be released in three instalments to the corporation subject to the condition that the last instalment will be released only after confirmation of the figure by the Accountant General. The releases will be made to the Corporation who inturn should invest the same in the LIC superannuation scheme. The LIC shall make payment of pension to the retired employees including the raise in the DA whenever the Government raises it to the pensioners of the Government. Further, it is ordered that the Government shall not have any future liability towards pension benefits including increase in D.A. for the employees covered therein.
- **4.** In the G.O. **4**th read above, certain employees working in APSMPDC Limited have been repatriated to their parent Department i.e., Animal Husbandry Department and remaining employees were retired in the APSMPDC and they were getting pension from LIC corpus fund released by the Government.
- **5.** In the representation 5th read above, the A.P. State Meat and Poultry Development Corporation Pensioners Association have informed that the Government and the corporation

worked out the financial implication, due to revision of pension and increased DR up to 01.07.2001 and deposited the corpus fund with LIC for payment to pensioners from 01-01-2001 and no extra benefit has been paid to these pensioners at that time. They have further stated that, the LIC is not in a position to make prompt payment of pensions to retired employees. Hence, they have requested to dispense the LIC pension scheme and pay pension directly from treasury on par with other Government pensioners duly revising the pensionary benefits including dearness relief from time to time on par with all other Government pensioners i.e. from 1-7-2001 to till date.

- **6.** In the meanwhile in the G.O. **6**th read above, the Government have issued orders for transfer of the assets, liabilities and staff of APMDC Ltd., to Andhra Pradesh Sheep & Goat Development Cooperative Federation Limited and closure of APMDC Ltd., w.e.f. 1-12-2009.
- 7. In this regard, the MD, Andhra Pradesh Sheep & Goat Development Cooperative Federation Limited in his letters 7th and 9th read above has informed that originally all the 125 Government employees of Animal Husbandry Department who were absorbed in erstwhile A.P. State & Meat Development Corporation Limited are covered by A.P. Revised Pension Rules 1980. Out of which 65 employees were repatriated to the parent department i.e. Animal Husbandry Department in different Government Orders and remaining 60 employees who were retired in the Corporation are being covered under LIC linked pension Scheme under two (2) Master Policies bearing Nos.39802 & 510494. At present 50 service pensioners / Family pensioners are drawing pension from LIC, as remaining employees have died. If the proposal of the Andhra Pradesh State Meat & Poultry Development Corporation Limited Pensioners Association is agreed to, the financial implication i.e, the difference of Dearness Relief payable to the pensioners w.e.f. 01-07-2001 to till date together with the consolidated pension in respect of RPS 2005 & RPS 2010 is to be borne by the Government.
- **8.** He has further informed that, the LIC of India has clarified that refund of fund balances of the annuitants retired cannot be considered as the funds paid by the APMDCL have already been utilized to purchase annuities and hence payable to the annuitants only and also informed that the Director, State Audit has suggested the modalities that, the pensionary benefits of 50 retired employees out of 60 of APSMPDCL may be worked out as per the provisions of Andhra Pradesh Revised Pension Rules 1980 and payable pension need to be worked out in first instance. This amount needs to be reduced by the pre-determined annuity being paid by the LIC to the employees. The resultant amount needs to be authorized for payment from treasuries from time to time. The resultant payable amount need to be debited as recurring expenditure to the concerned head of expenditure account and any incremental amount due will have to be authorized by following due procedure in vogue. Hence, the M.D. has requested that the modality proposed by the State Audit may kindly be examined and considered for payment of pension and arrears to the retired employees of erstwhile A.P. Meat Development Corporation Ltd., after due scrutiny of the calculations by the concerned.
- 9. The Government after careful consideration of the matter hereby order for payment of pensionary benefits to the retired employees of erstwhile Andhra Pradesh State Meat and Poultry Development Corporation Ltd., including dearness relief w.e.f. 1-7-2001 to till date and revised pension from time to time directly from the treasury / pension payment offices on par with the Government pensioners with the following modalities:-
 - (i) The pensionary benefits of 50 retired employees of Andhra Pradesh State Meat and Poultry Development Corporation Ltd. shall be worked out as per the provisions of Andhra Pradesh Revised Pension Rules 1980.
 - (ii) The payable pension shall be worked out in first instance and the said amount shall be reduced by the pre-determined annuity being paid by the LIC to the employees. The resultant amount shall be authorized for payment from treasuries from time to time.
- **10.** The resultant payable amount shall be debited as recurring expenditure to the following head of account:-

Head of Account: 2071 - Pension and other retirement benefits

01 - Civil

MH. 101 - Superannuation and Retirement SH. (04) - Service Pensioners Allowances

040 - Pensionary charges

041 - Pensions

- 11. Any incremental amount due will have to be authorized following due procedure in vogue.
- **12.** The Managing Director, A.P. Sheep and Goat Development Cooperative Federation Limited, Hyderabad shall take necessary action accordingly.
- **13.** This order issues with the concurrence of the Finance Department vide their U.O. No.18245/193/A1/Pen-I/12, dated 07-07-2012.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

MANMOHAN SINGH SPECIAL CHIEF SECRETARY TO GOVERNMENT (FAC)

To

The MD, APS&GDCF Ltd., Hyderabad for taking necessary action.

The Director, State Audit, Hyderabad for taking necessary action.

The Director of Treasuries and Accounts, Hyderabad for taking necessary action.

Copy to

The Accountant General, Hyderabad

The Finance (Pen-I) Department

The Finance (Expr. AH&F) Department

P.S. to Minister (AHDD&F&VU)

P.S. to Special Chief Secretary to Government (FAC), AHDD&F Department.

The President, A.P. State Meat & Poultry Development Corporation Pensioners Association,

H.No. 0-0-4, Hari Nivas Apartments Opp: Anand Theatre, Pendherghast Road, Secunderabad-500 003.

SF/SCs.

//FORWARDED BY ORDER//

SECTION OFFICER